

**REGULAR STATE CREDIT UNION BOARD MEETING
HELD BY CONFERENCE CALL
OFFICE OF THE COMMISSIONER
DEPARTMENT OF FINANCIAL INSTITUTIONS
2000 SCHAFER STREET, SUITE G
BISMARCK, NORTH DAKOTA**

December 1, 2006

The regular meeting of the State Credit Union Board was called to order by Chairman Karsky in the Office of the Commissioner, Department of Financial Institutions, 2000 Schafer Street, Suite G, Bismarck, North Dakota, at 9:34 a.m., Friday, December 1, 2006.

MEMBERS PRESENT: Timothy J. Karsky, Chairman (*Office*)
Paul Brucker, Member (*Office*)
Judy A. Millar, Member (*West Fargo*)
Melanie Stillwell, Member (*Williston*)
Steven S. Tonneson, Member (*Minot*)

MEMBERS ABSENT: None

ALSO PRESENT: Suzette Richardson, Acting Secretary (*Office*)
Jim Laidlaw, Chief Examiner – Credit Unions (*Office*)
Corey Krebs, Financial Institutions Examiner (*Office*)
Todd Van Orman, Financial Institutions Examiner (*Office*)
Aaron Webb, Assistant Attorney General (*Office*)

ASSISTANT ATTORNEY GENERAL

Chairman Karsky introduced Aaron Webb, the new Assistant Attorney General for the Department, and indicated he is present for this meeting.

APPROVAL OF ACTING SECRETARY

It was moved by Member Millar, seconded by Member Tonneson, and unanimously carried to approve Suzette Richardson as Acting Secretary for this meeting.

MINUTES PREVIOUSLY APPROVED BY MAIL

Chairman Karsky indicated the Board had previously received and approved the minutes of the regular meeting held on September 8, 2006.

ARTICLES OF AMENDMENT TO THE BYLAWS – NORTH DAKOTA AIR NATIONAL GUARD CREDIT UNION, FARGO, TO CHANGE ITS NAME

Chairman Karsky indicated the North Dakota Air National Guard Credit Union, Fargo, would not be submitting this name change until January 2007; therefore, the Board would consider this at a special meeting or at the regularly scheduled meeting to be held in March 2007.

AMENDED ORDER – EXTENSION – ELM RIVER CREDIT UNION, PAGE

Chairman Karsky indicated the Elm River Credit Union, Page, has requested an extension until November 2007 to commence business at its branch to be located in Horace, North Dakota, due to sewer delays in the Lakeview Heights development. Chairman Karsky stated the Board granted permission to Elm River Credit Union to establish this branch on July 26, 2005.

Member Millar indicated she talked to the Attorney for this development and he indicated this development should be ready within one year.

Member Tonneson asked if this was an unusual request for an extension, and Chairman Karsky indicated it was probably one of the most legitimate requests for an extension of time.

It was moved by Member Tonneson, seconded by Member Millar, and unanimously carried to approve the extension request by Elm River Credit Union, Page, to allow them until November 1, 2007, to open the branch located at Horace, North Dakota, and also that Chairman Karsky sign the Amended Order on behalf of the Board.

MEETING DATES FOR 2007

Chairman Karsky indicated Assistant Commissioner Entringer has suggested March 2, June 1, September 7, and December 7, as the dates for the 2007 meetings.

Member Millar indicated her term expires in July 2007; however, she does not have any conflict with the suggested dates.

Members Brucker, Stillwell, and Tonneson also indicated they have no conflicts with the suggested dates.

Chairman Karsky stated the meetings will be set as indicated above, and if conflicts arise, any of the dates can be changed.

NORTH DAKOTA ADMINISTRATIVE RULES

Member Tonneson asked what stage the administrative rules are at. Chairman Karsky indicated the Department has a hearing with the Administrative Rules Committee on Monday, December 4, 2006, at which time the Committee will approve or disapprove the changes.

Member Brucker asked Chairman Karsky how he anticipates the hearing will go. Chairman Karsky responded he understands Marilyn Foss, Counsel for the North Dakota Bankers Association will not be present, and that he and Chief Examiner Laidlaw are prepared to explain the changes. Chairman Karsky indicated some of the changes were basic “housekeeping”. Member Brucker asked who can attend the hearing, and Chairman Karsky stated anyone can attend since it is a public hearing.

Chairman Karsky asked Member Tonneson if he is aware of any credit unions that plan on attending the hearing and opposing the rule changes, and Member Tonneson stated he is not.

The Board went into closed session at 9:40 a.m.

Timothy J. Karsky, Chairman

Suzette Richardson, Acting Secretary